



FAMILY CENTERED SERVICES of Alaska, Inc.

April 11, 2007

Michael Frawley, Grants Administrator
State of Alaska
Dept. of Health and Social Services
P.O. Box 110650
Juneau, AK 99811-060

Re: Grant #65C-06-403

Dear Mike,

Enclosed are the 2nd quarter Federal Denali Commission Grant reports for the above reference grant.

If you need anything additional please contact me at 374-2736.

Sincerely,

Kathy L. Cannone, CPA
Finance Officer

Cc: John Regitano, Executive Director

Attachment F

**Denali Commission Quarterly
Project Narrative and Funds Disbursement Request**

Project Name: Construction of Therapeutic Family Homes

Agency: Family Centered Services of Alaska, Inc. Reporting Period: March 31, 2007

Grant #: 65C-06-403 Amount of Funds Requested \$ 0

1. What is the status of the project; include portions completed?

Land is being sought for construction of the homes and purchase should be completed by the end of April, 2007.

2. Is the project on schedule; if not, how will this be dealt with?

The project schedule has been revised – see attached.

3. Is the project on budget; if not, how will this be dealt with?

The project is currently on budget.

4. Other comments/problems and solutions:

FCSA is planning on beginning construction on the homes as soon as breakup is complete and it is possible to move dirt. The agency has hired a project manager and will be constructing the homes in house. This will ensure top quality work, cost containment and a timely completion date.

**Denali Commission
Quarterly Project Financial Report**

Project Name: Consolidated Behavioral Health Center

Agency: Family Centered Services of Alaska, Inc. Reporting Period: March 31, 2007

Grant #: 65C-06-403

Please include the following information:

(Use additional pages as necessary)

Budget Information:

1. The total project budget—\$1,596,500
2. The total project expenditures as of the end of the most recent quarter: \$0
3. The total amount of Denali Commission funds committed to the project: \$1,390,000
4. The total expenditure of Denali Commission funds for the project as of the end of this reporting period: \$0
5. The percentage of expenditures to the total budget: \$0
6. Project Performance Analysis (use PPA form on page2 of 641)

Project Schedule:

Show the project schedule with milestone dates for design and construction.

See attached

Denali Commission
Quarterly Project Financial Report
Project Performance Analysis (PPA) Form

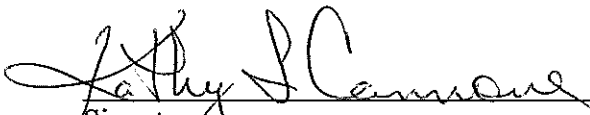
Project Name: Consolidated Behavioral Health Center

Agency: Family Centered Services of Alaska, Inc Reporting Period: March 31, 2007

Grant #: 65C-06-403

NOTE: Include Denali Commission Grant Funds Only on this form.

Line Items:	Approved Budget:	Actual Cost to Date:	Scheduled Completion Date:	Actual Work Performed:
Construction	\$1,370,200	\$0		
Engineering	\$19,800			
Totals:	\$1,390,000			


 Signature: _____

4/11/2007
 Date: _____

Kathy L Cannone, CFO
 Print Name and Title: _____

Form 641B

**Family Centered Services of Alaska
Project Timeline
Construction of Therapeutic Family Homes**

Revised Project Timeline

• Locate Property	April	2007	Scheduled
• Environmental Assessment	April/May	2007	Scheduled
• Purchase Property	April/May	2007	Scheduled
• Local Permitting	May/June	2007	Scheduled
• Construction	June – Sept	2007	Scheduled
• Inspections	Sept/Oct	2007	Scheduled
• State licensing review	October	2007	Scheduled
• Final Inspection	October	2007	Scheduled
• Punch list completion	October	2007	Scheduled
• Occupancy permit issued	Oct/Nov	2007	Scheduled
• Program Operation Start	Oct- Dec	2007	Scheduled